



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	SB0085	Title:	Adjust video gambling machine taxes for losses
Primary Sponsor:	Tropila, Joseph (Joe)	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	(\$104,832)	(\$104,832)	(\$104,832)	(\$104,832)
Net Impact-General Fund Balance	<u>(\$104,832)</u>	<u>(\$104,832)</u>	<u>(\$104,832)</u>	<u>(\$104,832)</u>

Description of fiscal impact: The bill provides a deduction for video machine gambling losses from the calculation of video gambling machine gross income tax which would result in a negative impact on the general fund.

FISCAL ANALYSIS

Assumptions:

1. The number of video gambling machines reporting losses for a quarter will be at or near the number currently reporting losses (364 machines based on FY 2008 statistics).
2. The average loss reported from machines with losses for the quarter will be at or near the current average (based on FY 2008 statistics, the average loss reported per machine is \$480 which would result in \$72 tax loss per machine).
3. The averages will remain consistent over the next four years [364 machines x \$72 tax loss x 4 quarters = (\$104,832)].
4. The resources/expenditures required to implement the provisions of this bill in the video gambling machine tax database can be addressed with existing resources.

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<u>Fiscal Impact:</u>				
<u>Revenues:</u>				
General Fund (01)	(\$104,832)	(\$104,832)	(\$104,832)	(\$104,832)
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$104,832)	(\$104,832)	(\$104,832)	(\$104,832)

Sponsor's Initials

Date

Budget Director's Initials

Date